



Report to the Auburn City Council

Agenda Item No.

City Manager's Approval

To: Mayor and City Council Members

From: Richard Loomis, Finance Director *R. Loomis*

Date: April 26, 2004

Subject: Third Quarter Financial Status Report -- FY 2003-04

Recommended Action Requested

By **RESOLUTION** approve Changes in Estimated Revenues and Appropriations for Expenditures for the City's General and Special Revenue funds, as set forth in Attachment #5.

The Issue

Shall the City Council approve the recommended Mid-year Budget Adjustments for the 2003-04 fiscal year?

Background

It is the policy of the City Council to receive financial status reports on results of City operations and to adjust budget appropriations and estimated revenues, at the conclusion of each fiscal quarter. A summary of the results of fiscal operations as of 03/31/04 are, as follows:

(A) City's General Fund:

- (1) Cash Available as of 03/31/04 **\$2,962,095**
- (2) Comparison of Budget to Actual performance:

	<u>Revenues</u>	<u>Expenditures</u>
Budget Amounts	\$ 7,641,825	\$ 8,444,638
Actual Amounts	<u>5,548,037</u>	<u>6,372,204</u>
Balance Remaining	<u>\$ 2,093,788</u>	<u>\$ 2,072,434</u>
 Percent Realized and / or Expended	 73%	 75%

- (B) City's Enterprise Funds:
- (1) Cash Available as of 03/31/04 **\$3,259,312**
- (2) Comparison of Budget to Actual performance:

	<u>Revenues</u>	<u>Expenditures</u>
Budget Amounts	\$ 6,933,513	\$ 12,133,882
Actual Amounts	<u>2,819,381</u>	<u>4,153,442</u>
Balance Remaining	<u>\$ 4,114,132</u>	<u>\$ 7,980,440</u>
Percent Realized and / or Expended	41%	34%

The Finance Committee reviewed staff requests for budget adjustments on 04/07/04, and recommends the adoption of the Changes in Estimated Revenues and Appropriations for Expenditures for the City's General and Special Revenue funds, as set forth in Attachment #5.

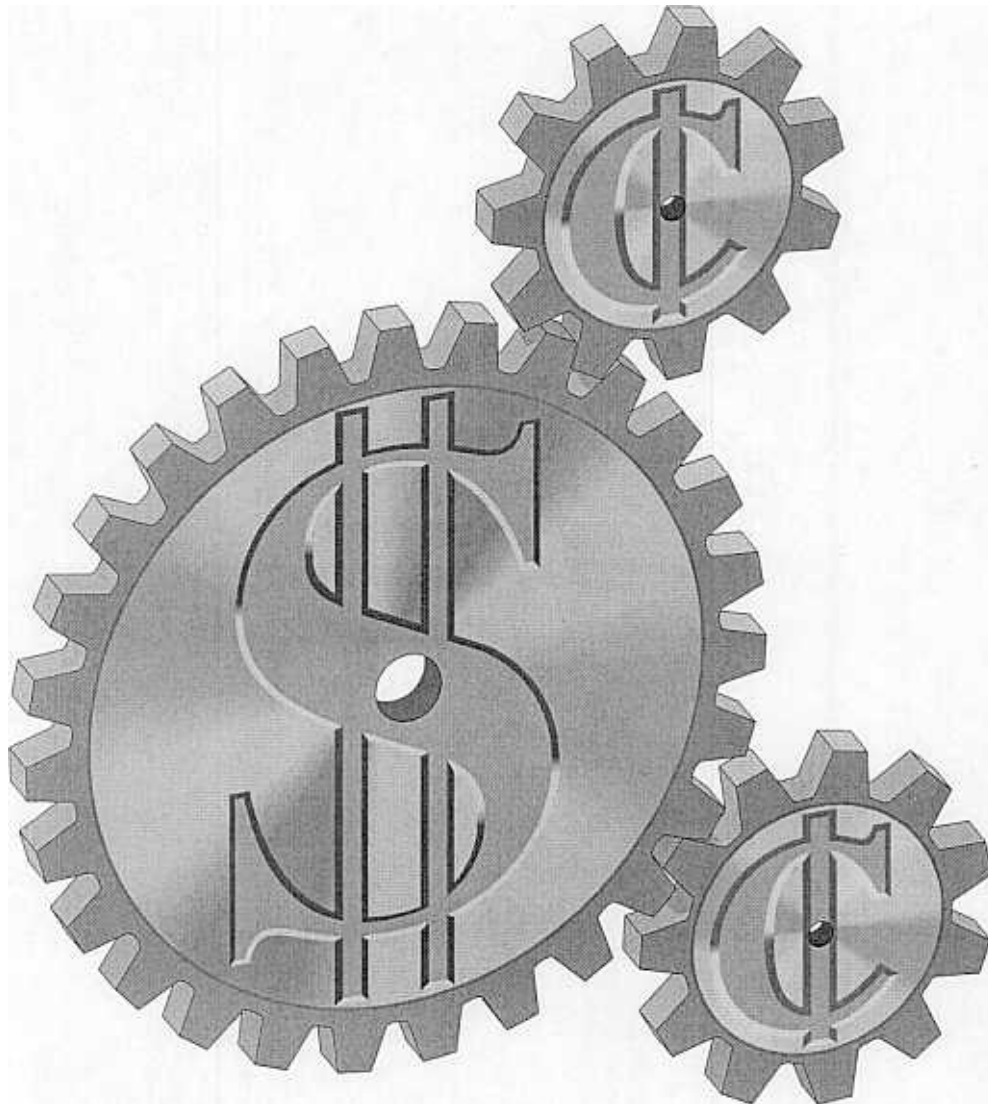
Alternatives Available to Council; Implications of Alternatives

Modify the requested budget adjustments listed on Attachment #5.

Fiscal Impact

Increase estimated General Fund revenues in the amount of \$34,495, and increase expenditures (\$13,055) and reduce contingency appropriations (\$21,440) by an offsetting amount.

**City of Auburn
Quarterly Financial Status Report
(Third Quarter -- FY 2003-04)**



Prepared by: Richard Loomis

Date: April 8, 2004

CITY OF AUBURN QUARTERLY FINANCIAL STATUS REPORT (Third Quarter -- FY 2003-04)

General Fund:

A Summary analysis of "year-to-date" budget performance for the City's General Fund is presented on Attachment #1. Detailed analysis of "year-to-date" budget performance for revenues (by revenue type) is presented on Attachment #2. Detailed analysis of "year-to-date" budget performance for expenditures (by department) is presented in Attachment #3.

The proposed adjustments to General Fund revenues primarily reflect:

- a further reduction (\$43,750) in the forecast for sales taxes collections, reflecting a modest (\$49,001) favorable adjustment of amounts collected to advances paid for the period 11/15/03 through 02/13/04. Notwithstanding this improvement in overall sales tax collections, the amounts collected remain at the level received in the previous fiscal year. As our budget forecast included a 4.25% growth factor, which has not been realized in the first 9 months of this fiscal year, an additional decrease in the forecast is recommended;
 - a modest increase (\$7,700) in franchise fee revenues, reflecting an increase in the gross billings for gas and electric utility services by the Pacific Gas & Electric Company to city residents;
 - a significant increase (\$20,000) in traffic fine collections accompanied by a small (\$2,800) increase in civil fine collections, reflecting the correction of fine allocation factors used by Placer County, as directed by a court audit completed by the State Controller's Office;
- an increase in parking ticket (\$6,875) revenues reflecting enhanced enforcement efforts by the Auburn Police Department;
- recognition of the award (\$5,870) of a federal grant for purchase of wildland fire protection equipment secured by the Fire Chief;
- additional (\$5,000) funds recoverable under federal grant for Cops-In-Schools program;
- an increase in both plan check (\$25,000) and planning & zoning fees (\$5,000) reflecting residential building activity above the level forecast for this fiscal year.

Impact of the next State Budget on the City of Auburn:

On January 9, 2004, Governor Arnold Schwarzenegger released his budget proposal for the next fiscal year (FY 2004-05). While his budget proposal does begin to tackle the underlying structural deficit within the State Budget, much to the dismay of city officials across the state, the Governor has chosen to take the time-tested course of using local government revenues to balance the state budget. Specifically, the

Governor's budget proposes to shift an additional \$1.336 billion in property tax revenues from cities, counties, special districts and redevelopment agencies on an on-going basis to the state schools' ERAF accounts in each county to help defer the state's obligation for K-12 education funding. This increase is on top of the \$6 billion in property taxes already being shifted to ERAF accounts¹. The primary elements of the Governor's proposed budget that affect the General Fund of the City of Auburn are:

- Deferral, for a third year, of reimbursements for state mandated programs. We estimate this amount to be approximately \$11,000 / fiscal year;
- Elimination of the booking fee reimbursement program. This amount is \$101,000 / fiscal year;
- Additional property tax shift to the Educational Revenue Augmentation Fund. This amount is estimated to grow to the sum of \$608,120 for fiscal year 2004-05, an increase from the current fiscal year of \$140,180.

At this point, the proposed reduction in subvention revenues (\$252,180) is approximately the same magnitude as the current year shortfall in MVIL backfill funding (due to the "trigger gap" billing period deferral) of \$226,712. However, when combined with the anticipated increase in employment benefit costs (\$412,323) forecast for next fiscal year, and the City's commitment to it's employees to implement the final component (\$174,307) of the "Classification/Compensation" plan, this additional reduction in funding indicates that a combination of spending cuts and a reduction to reserves will be needed to balance the City's General Fund budget in the next several fiscal years (reference Attachment "B").

Revenue performance is slightly (73%) below budget, at the completion of the first nine months of the fiscal year; however, specific budget adjustments are recommended in the amount of [+] \$34,495.

General Fund expenditures are slightly ahead of the budget forecast, as follows:

	<u>Budget</u>	<u>Actual</u>	<u>Percent Expended</u>
Salaries & Benefits	\$5,695,472	\$4,345,716	76%
Services & Supplies	1,793,172	1,218,126	68%
Fixed Assets	60,974	25,996	43%
Transfer to Debt Service	338,650	412,467	122%
Transfer to Airport Fund	56,149	56,149	100%
Transfer to F.E.P.	13,750	13,750	100%
Transfer to Park Preserve	300,000	300,000	100%
Contingency/Reserve	186,471	-0-	0%
Total Expenditures	<u>\$8,444,638</u>	<u>\$6,372,204</u>	75%

Expenditure performance is at budgeted levels for the first nine months of fiscal year 2003-04; however, specific line-items increases are recommended (in the net amount of \$13,055), as listed in Attachment #5, resulting from:

- additional funding (\$2,935) for travel expenses related to the Cap-to-Cap Trip to Washington D.C. (approved on 03/08/04) for a representative from the City Council;
- additional funding (\$4,250) for overtime salaries for unanticipated overtime for the beginning of fire season;
- add a new appropriation (\$5,870) for the purchase of wildland fire protection equipment for Fire Department Personnel (grant funded - BLM).

An increase in the “appropriations for contingencies” is recognized as an offset the difference between the additional unanticipated revenues and the recommended increase to the expenditure appropriations, in the amount of \$21,440.

Enterprise Funds:

A breakdown of “year-to-date” budget performance by individual enterprise activity is presented on Attachment #4.

Operating revenue(s) performance for the City’s enterprise funds are slightly below budget, but are in line with expenditures, at the end of the first nine months. Revenues for airport capital projects are lagging behind project expenditures; however, grant reimbursements for the recently completed land acquisition project (the “Denham” property) have been approved by the Federal Aviation Authority, and will significantly improve the “cash position” of the Airport Fund, prior to the end of this fiscal year.

Overall expenditure performance is favorable at March 31st, for all enterprise activities. However, a need for additional appropriations (\$1,440) as been identified for the Transit Fund to accommodate janitorial services for the recently completed multi-modal rail station (previously approved by the City Council on 03/08/04). Additionally, funding for reimbursement to the Placer High School District for the City’s share of an improvement project to Agard Street (sidewalk and storm drainage improvements), will be funded from “carryover” (deferred) transportation development tax (TDA) revenues (previously approved by the City Council on 03/08/04).

City of Auburn
General Fund Summary
Fiscal Year 2003-04

	Budgeted for FY 2003-04	9 Month Actuals (Jul - Mar)	Percent Realized/Expended
REVENUES:			
Taxes	\$4,933,239	\$3,305,284	67.00%
Franchises	439,594	367,814	83.67%
Licenses, & Permits	408,225	365,156	89.45%
Fines & Forfeitures	202,609	214,576	105.91%
Interest Income	160,000	120,035	75.02%
Property Rents/Leases	291,350	218,605	75.03%
Other Government Agencies	819,648	610,560	74.49%
Service Charges	202,145	233,438	115.48%
Other Revenues	26,800	11,340	42.31%
One-time Revenues	37,623	37,623	100.00%
Transfers-In	120,592	63,606	52.74%
 s/total for Revenues	 7,641,825	 5,548,037	 72.60%
EXPENDITURES:			
City Council	59,366	51,866	87.37%
Discret. Support to Community	138,540	54,074	39.03%
City Manager	226,613	178,289	78.68%
Business Development	81,674	14,986	18.35%
Community Development	364,564	255,337	70.04%
City Clerk	98,670	79,034	80.10%
Finance/Personnel	337,814	272,749	80.74%
City Attorney	94,500	75,590	79.99%
Insurance Programs	388,894	360,672	92.74%
Police	2,825,298	2,125,830	75.24%
Fire	1,088,815	804,759	73.91%
Building Inspections	205,545	172,713	84.03%
Building & Grounds	354,216	215,084	60.72%
Public Svr Counter/Support	231,587	175,087	75.60%
Public Works Adm/Engrg	203,967	127,831	62.67%
Public Works Const. & Maint.	620,959	467,288	75.25%
Public Works Yard & Shop	186,236	143,649	77.13%
PW Stormwater Management	32,560	15,000	46.07%
Industrial Park Operations	9,800	0	0.00%
Contingency / Reserve	186,471	0	0.00%
Transfers-Out (to Debt Service)	338,650	412,467	121.80%
Transfers-Out (to Airport Fund)	56,149	56,149	100.00%
Transfers-Out (FEP Fund)	13,750	13,750	100.00%
Transfers-Out (Park Perserve)	300,000	300,000	100.00%
 s/total for Expenditures	 8,444,638	 6,372,204	 75.46%

Chart 1

General Fund Revenues by Type

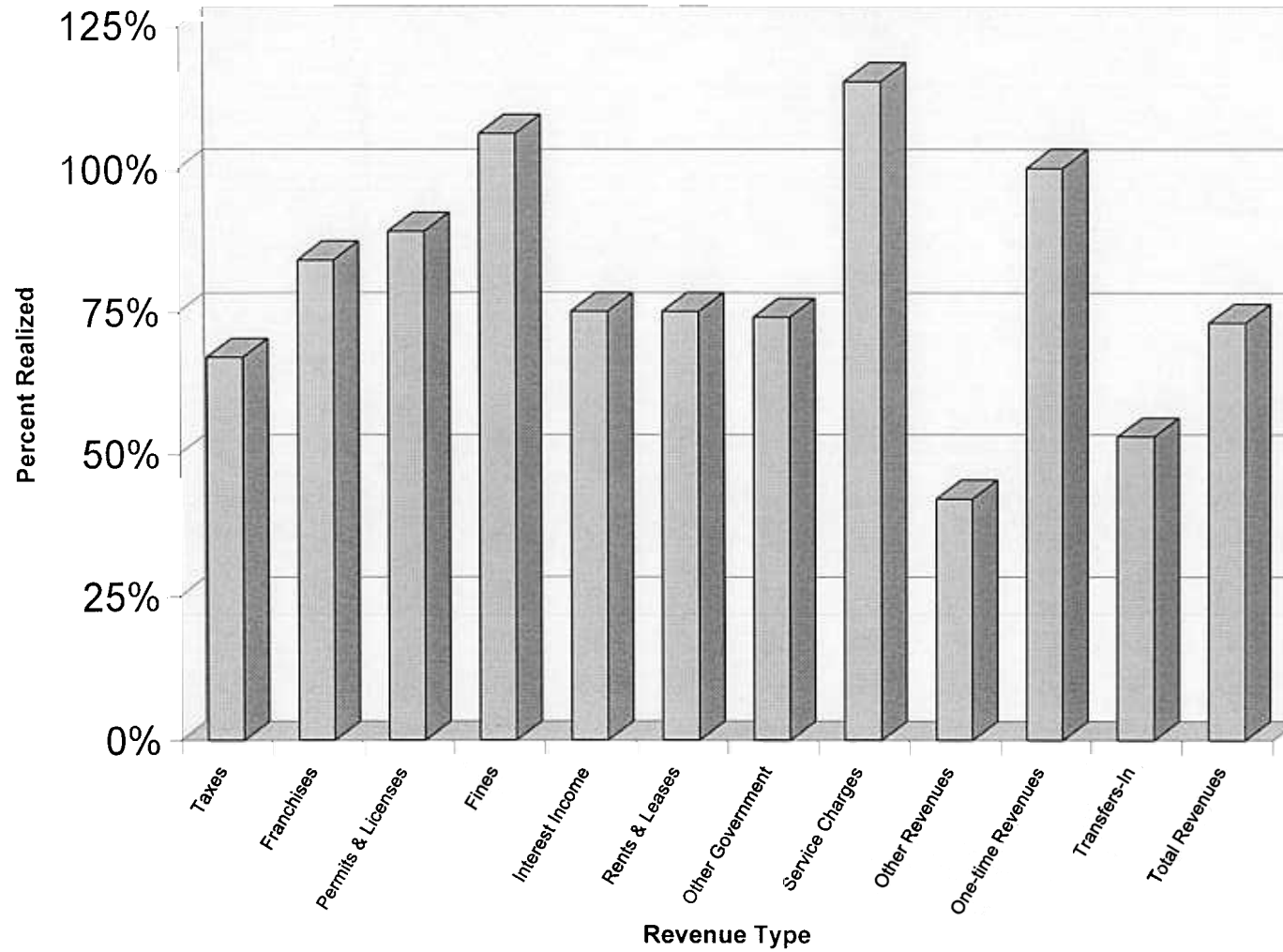
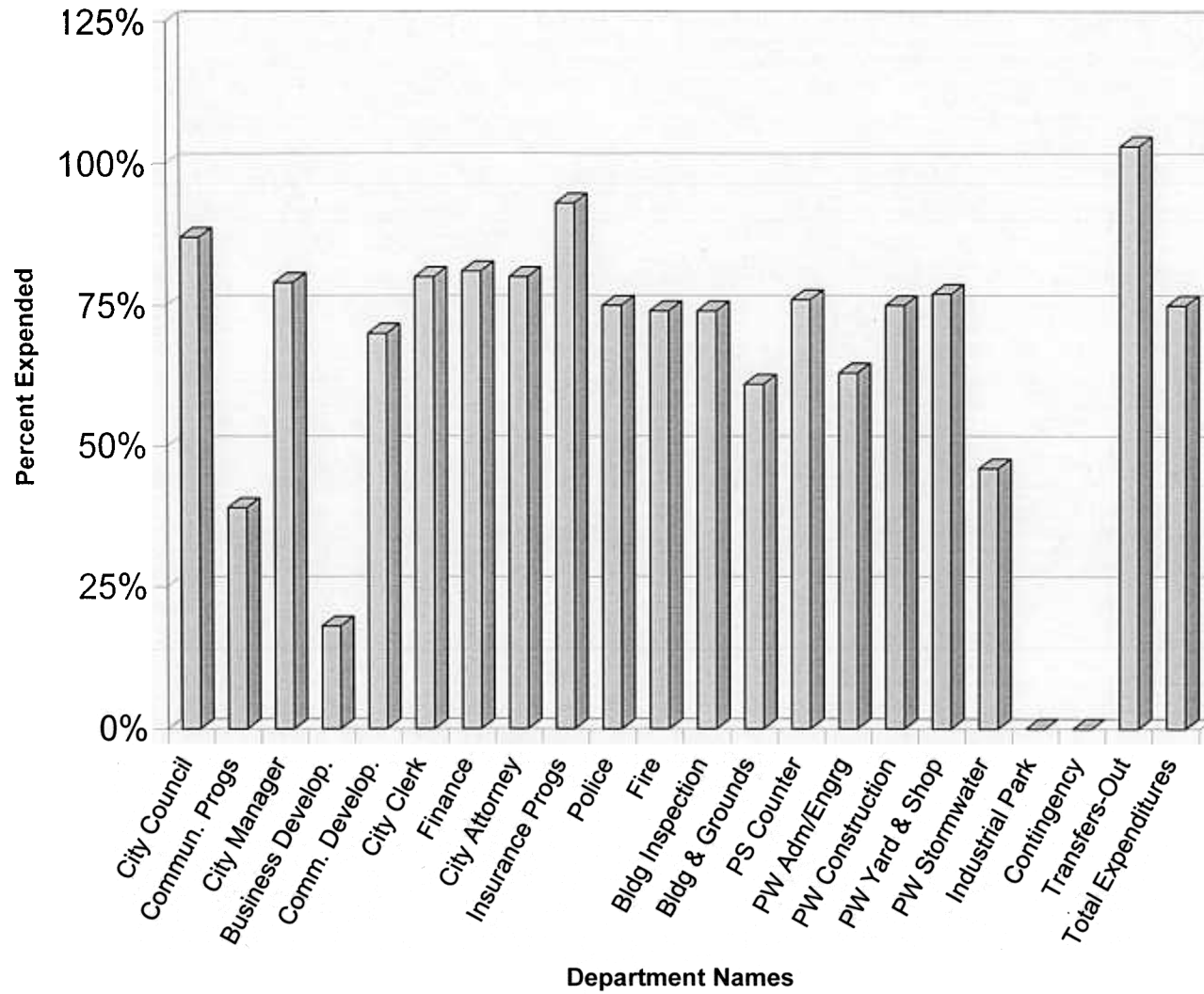


Chart 2

General Fund Expenditures by Department



City of Auburn
General Fund Departments
Revenue Account Detail 2003 - 04

<u>Description</u>	<u>Budgeted 2003-04</u>	<u>Actual 9 Months</u>	<u>% Collected 9 Months</u>
Property Taxes	\$ 1,808,281	\$ 1,063,557	59%
Sales Taxes	2,836,819	2,028,337	72%
Transient Occupancy Taxes	203,184	154,014	76%
Real Property Transfer Tax	84,955	59,376	70%
TOTAL TAXES	4,933,239	3,305,284	
Franchise - Gas & Electric	105,418	113,117	107%
Franchise - Solid Waste	239,579	195,994	82%
Franchise - Cable TV	94,597	58,703	62%
TOTAL FRANCHISES	439,594	367,814	84%
Business Licenses	147,500	145,068	98%
Dog Licenses	5,225	4,903	94%
TOTAL LICENSES	152,725	149,971	98%
Other Permits	6,500	4,475	69%
Home Occupancy Permits	1,000	704	70%
Building Permits	247,700	209,592	85%
SMIP Fees	300	414	138%
TOTAL PERMITS	255,500	215,185	84%
Traffic Fines	158,259	171,483	108%
Civil Fines	8,700	9,436	108%
Other Fines	5,000	6,782	136%
Parking Tickets	20,800	20,900	100%
Parking Lot/Space Permits	9,850	5,975	61%
TOTAL FINES & FOREITURES	202,609	214,576	106%
Building Rents and Leases	62,052	32,363	52%
Land Rentals - Industrial Park (West)	229,298	186,242	81%
Interest Earnings	160,000	120,035	75%
TOTAL INTEREST & RENTALS	451,350	338,640	
Motor Vehicle In-Lieu	515,455	373,054	72%
COPFAST -- Federal Grant	60,011	64,992	108%
Public Safety (Proposition 172)	140,211	71,543	51%
Jail Booking Fee Reimbursement	100,971	100,971	100%
Miscellaneous State Grants & Reimbursements	3,000		0%
TOTAL FROM OTHER AGENCIES	819,648	610,560	74%
Engineering Costs Recovered	71,810	112,373	156%
Plan Check Fees	97,600	93,895	96%
Planning & Zoning Fees	27,235	24,620	90%
Weed Abatement Fees	1,500		0%
E.I.R. Fees	2,000	2,250	113%
Fingerprint Processing Fees	2,000	300	15%
TOTAL SERVICE CHARGES	202,145	233,438	115%
TOTAL OTHER REVENUES	26,800	11,340	42%
TOTAL ONE-TIME REVENUES	37,623	37,623	100%
TOTAL TRANSFERS INTO GENL FUND	120,592	63,606	53%
TOTAL GENERAL FUND REVENUES	7,641,825	5,548,037	73%

City of Auburn
General Fund Departments
Expenditure Account Detail 2003-04

	Budgeted Amounts	Amounts Expended 9 Months	Percent Expended 9 Months
City Council Dept. 110			
Salaries and benefits	\$ 38,331	\$ 33,767	88.09%
Materials, Service	\$ 21,035	\$ 18,099	86.04%
Capital	\$ -	\$ -	0.00%
Totals	\$ 59,366	\$ 51,866	87.37%
Discretionary Support to Community			
Materials, Service	\$ 138,540	\$ 54,074	39.03%
Totals	\$ 138,540	\$ 54,074	39.03%
City Manager Dept. 120			
Salaries and benefits	\$ 203,938	\$ 153,554	75.29%
Materials, Service	\$ 22,675	\$ 24,735	109.08%
Capital	\$ -	\$ -	0.00%
Totals	\$ 226,613	\$ 178,289	78.68%
Business Development Coordinator 125			
Salaries and benefits	\$ 4,395	\$ 4,377	99.59%
Materials, Service	\$ 77,279	\$ 10,609	13.73%
Capital	\$ -	\$ -	0.00%
Totals	\$ 81,674	\$ 14,986	18.35%
Community Development Dept. 130			
Salaries and benefits	\$ 276,058	\$ 210,271	76.17%
Materials, Service	\$ 88,506	\$ 45,066	50.92%
Capital	\$ -	\$ -	0.00%
Totals	\$ 364,564	\$ 255,337	70.04%
City Clerk Dept. 140			
Salaries and benefits	\$ 72,954	\$ 61,155	83.83%
Materials, Service	\$ 21,716	\$ 15,973	73.55%
Capital	\$ 4,000	\$ 1,906	47.65%
Elections cost	\$ -	\$ -	0.00%
Totals	\$ 98,670	\$ 79,034	80.10%
Finance Dept. 150			
Salaries and benefits	\$ 283,792	\$ 219,329	77.29%
Materials, Service	\$ 54,022	\$ 52,757	97.66%
Capital	\$ -	\$ 663	0.00%
Totals	\$ 337,814	\$ 272,749	80.74%
City Attorney Dept. 160			
Contractual Services	\$ 83,000	\$ 67,465	81.28%
Publications - Legal	\$ 11,500	\$ 8,125	70.65%
Totals	\$ 94,500	\$ 75,590	80.00%
Insurance Programs Dept. 190			
Litigation Contingency	\$ 38,464	\$ 23,541	61.20%
Workers' Comp. & Gen'l Liability Insurance	\$ 350,430	\$ 337,131	96.20%
Totals	\$ 388,894	\$ 360,672	92.74%
Police Dept. 210			
Salaries and benefits	\$ 2,520,621	\$ 1,907,814	75.69%
Materials, Service	\$ 300,777	\$ 203,698	67.72%
Capital	\$ 3,900	\$ 14,318	367.13%
Totals	\$ 2,825,298	\$ 2,125,830	75.24%
Fire Dept. 220			
Salaries and benefits	\$ 879,496	\$ 687,476	78.17%
Materials, Service	\$ 184,444	\$ 116,796	63.32%
Capital	\$ 24,875	\$ 487	1.96%
Totals	\$ 1,088,815	\$ 804,759	73.91%

City of Auburn
General Fund Departments
Expenditure Account Detail 2003-04

	Budgeted Amounts	Amounts Expended 9 Months	Percent Expended 9 Months
Building Inspections Dept. 230			
Salaries and benefits	\$ 197,085	\$ 165,902	84.18%
Materials, Service	\$ 8,460	\$ 6,811	80.51%
Capital	\$ -	\$ -	0.00%
Totals	\$ 205,545	\$ 172,713	84.07%
Buildings and Grounds Dept. 231			
Salaries and benefits	\$ 137,407	\$ 107,021	77.89%
Materials, Service	\$ 209,110	\$ 106,599	50.98%
Capital	\$ 7,699	\$ 1,464	19.02%
Totals	\$ 354,216	\$ 215,084	60.72%
Pub. Svr Counter & Support Dept. 300			
Salaries and benefits	\$ 204,915	\$ 157,879	77.05%
Materials, Service	\$ 11,672	\$ 10,216	87.53%
Capital	\$ 15,000	\$ 6,992	0.00%
Totals	\$ 231,587	\$ 175,087	75.60%
Public Works Admin/Engr Dept. 310			
Salaries and benefits	\$ 169,392	\$ 95,474	56.36%
Materials, Service	\$ 34,075	\$ 32,191	94.47%
Capital	\$ 500	\$ 166	0.00%
Totals	\$ 203,967	\$ 127,831	62.67%
Public Works Const. and Maint. Dept. 320			
Salaries and benefits	\$ 586,309	\$ 436,003	74.36%
Materials, Service	\$ 34,650	\$ 31,285	90.29%
Capital	\$ -	\$ -	0.00%
Totals	\$ 620,959	\$ 467,288	75.25%
Public Works Yard and Shop Dept. 330			
Salaries and benefits	\$ 120,779	\$ 105,694	87.51%
Materials, Service	\$ 60,457	\$ 37,955	62.78%
Capital	\$ 5,000	\$ -	0.00%
Totals	\$ 186,236	\$ 143,649	77.13%
PW Stormwater Management Dept. 340	\$ 32,560	\$ 15,000	46.07%
Industrial Park Operations Dept. 511	\$ 9,800	\$ -	0.00%
Transfers-Out	\$ 708,549	\$ 782,366	110.42%
Appropriation for Contingencies	\$ 186,471	\$ -	0.00%
Grand Total	\$ 8,444,638	\$ 6,372,204	75.46%

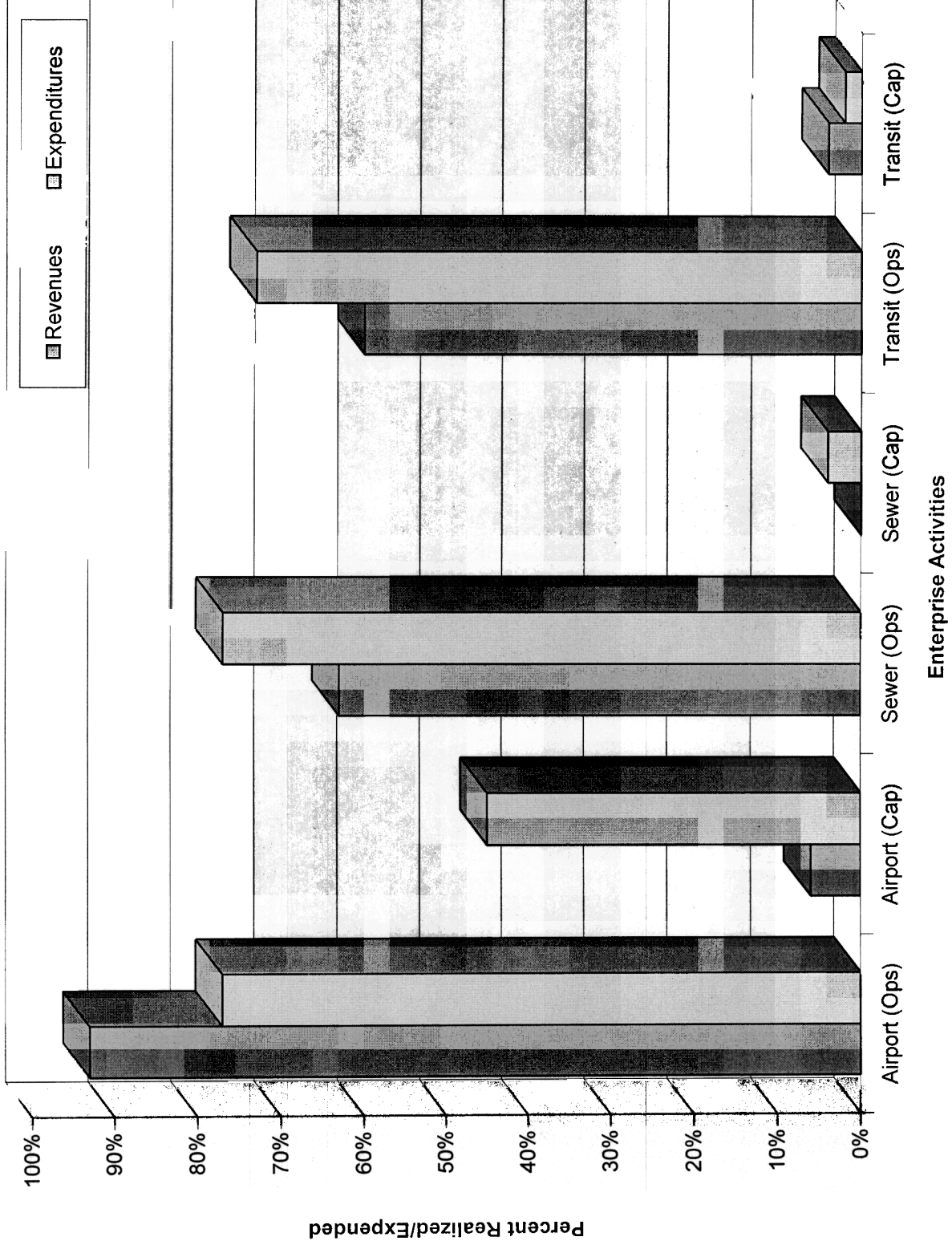
SUBTOTALS BY COST ELEMENT

Salaries & Benefits	\$ 5,695,472	\$ 4,345,716	76.30%
Services & Supplies	\$ 1,793,172	\$ 1,218,126	67.93%
Capital Equipment	\$ 60,974	\$ 25,996	42.63%
Transfer to Debt Service Fund	\$ 338,650	\$ 412,467	121.80%
Transfer to Airport Enterprise Fund	\$ 56,149	\$ 56,149	100.00%
Transfer to Facilities & Equip. Plan	\$ 13,750	\$ 13,750	100.00%
Transfer to Park Preserve Project	\$ 300,000	\$ 300,000	100.00%
Contingency / Reserve	\$ 186,471	\$ -	0.00%
City General Fund Total	\$ 8,444,638	\$ 6,372,204	75.46%

City of Auburn
Enterprise Fund Departments
Summary for FY 2003-04

	Budget	9 Month Actual	Balance Remaining	Percent Realized/Expended
REVENUES:				
Airport (Operations)	\$ 479,582	\$ 444,085	\$ 35,497	92.60%
Airport (Capital)	2,540,000	143,279	2,396,721	5.64%
Sewer (Operations)	3,144,724	1,973,906	1,170,818	62.77%
Sewer (Capital)	0	0	0	0.00%
Transit (Operations)	402,093	243,078	159,015	60.45%
Transit (Capital)	367,114	15,033	352,081	4.09%
s/total Revenues	6,933,513	2,819,381	4,114,132	40.66%
EXPENSES:				
Airport (Operations)	382,249	\$ 292,599	\$ 89,650	76.55%
Airport (Capital)	3,755,000	1,703,956	2,051,044	45.38%
Sewer (Operations)	2,196,013	1,684,651	511,362	76.71%
Sewer (Capital)	4,963,987	214,333	4,749,654	4.32%
Transit (Operations)	341,369	249,261	92,108	73.02%
Transit (Capital)	495,264	8,642	486,622	1.74%
s/total Expenses	12,133,882	4,153,442	7,980,440	34.23%
NET INCOME:	<u>\$ (5,200,369) \$ (1,334,061)</u>			

Chart 3 (B&W)



City of Auburn
Q3 Budget Adjustments
Fiscal Year 2003-04

General Fund Revenues:

Account #	Account Description	Change Amount	Explanation for Change
45-000-71001	Sales Taxes	\$ (43,750)	Retail sales activity level is unchanged from the previous year -- no growth in this revenue source will be recognized this fiscal period.
45-000-72001	Franchise Fees - Electric/Gas	\$ 7,700	Increase in rates charged for electric and gas has increased the "gross sales" base for this fee
45-000-75001	Traffic Fines	\$ 20,000	Increase in Fines Collected -- based on correction of Allocation formulas used by Superior Court
45-000-75002	Parking Tickets	\$ 6,875	Increase in enforcement activities by APD
45-000-75003	Civil Fines	\$ 2,800	Increased recovery by Courts this fiscal period
45-220-77000	BLM Equipment Grant	\$ 5,870	Federal Grant for Wildland Fire Protective Equipment
45-000-77005	COPS-In-Schools Fed'l Grant	\$ 5,000	Underestimated amounts recoverable for this grant funded program
45-000-78004	Plan Check Fees	\$ 25,000	Building activity level greater than forecast for this fiscal period
45-000-78005	Planning & Zoning Fees	\$ 5,000	Planning activity above forecast
s/total Revenue Adjustments		\$ 34,495	

General Fund Expenditures:

Account #	Account Description	Change Amount	Explanation for Change
45-110-40300	Travel & Transportation	\$ 2,935	Cap-to-Cap Trip to Washington D.C. (appv'd 03/08/04)
45-220-40002	Overtime Salaries	\$ 4,250	Estimate of additional overtime required for new fire season (through 06/30/04)
45-310-44602	BLM Equipment Grant	\$ 5,870	Wildland Protective Equipment
45-399-60000	GF Contingency Account	\$ 21,440	Appropriations for Contingencies
s/total Expenditure Adjustments		\$ 34,495	

Enterprise & Special Revenue Funds:

Account #	Account Description	Change Amount	Explanation for Change
<u>Transportation Fund</u>			
26-320-63296	Hwy 49 Operational Improvements	\$ 34,433	Imprv to Agard Street / PUHSD Joint Project
26-320-23000	Deferred Revenues (prior years)	\$ (34,433)	Apprv'd by CC 03-08-04
<u>Transit Enterprise Fund</u>			
27-530-44000	Corporation Yard Remodel Project	\$ 1,440	Janitorial Services - Multimodal Station
27-530-60000	Appropriation for Contingencies	\$ (1,440)	Apprv'd by CC on 03-08-04

City of Auburn -General Fund
Fiscal Forecast

Attachment "B"

	Yr - 1 <u>2004-05</u>	Yr - 2 <u>2005-06</u>	Yr - 3 <u>2006-07</u>	Yr - 4 <u>2007-08</u>	Yr - 5 <u>2008-09</u>
<u>Local Fiscal Control</u>					
Beginning Carryforward - "cash"	3,500,000	3,139,988	2,835,631	2,818,654	2,437,995
Results of Operations -- baseline svcs	(439,872)	(439,872)	(439,872)	(439,872)	(439,872)
Unexpended Contingency Appropriations	158,348	158,348	158,348	158,348	158,348
Suspension of Booking Fees by County	50,500	50,500	50,500	50,500	50,500
Final Pymt for Airport Debt	0	0	56,149	56,149	56,149
Local Tax Growth (property & sales)	0	203,317	211,450	219,908	228,704
Unfreeze APD positions	0	(85,000)	(86,700)	(223,434)	(227,903)
Retirement Increase(s) - Misc	0	(30,101)	(30,703)	(31,317)	(31,943)
Retirement Increase(s) - Safety	0	(31,787)	(32,422)	(33,071)	(33,732)
CalPers Health Insurance Increase(s)	(22,547)	(23,449)	(24,387)	(25,362)	(26,377)
Salary Cost of Living adjmts @ 2.0%	(87,705)	(89,459)	(91,248)	(93,073)	(94,934)
Interest Expense from "Triple Flip" Exchg	(6,563)	(6,563)	(6,563)	(6,563)	(6,563)
Interest Lost by Decrease in Carryfwd	(12,174)	(10,292)	(8,241)	(12,873)	(12,867)
<u>State Fiscal Control</u>					
MVIL -- Backfill A/R (FY 2003-04)			226,712		
s/total -- no action "Cash Carryfwd"	<u>3,139,988</u>	<u>2,835,631</u>	<u>2,818,654</u>	<u>2,437,995</u>	<u>2,057,505</u>
<u>Action #1</u>					
CalPers Retirement "Rate Relief"	133,000	194,888	196,125	197,388	198,676
s/total -- \$133,000 "hardship waiver" for retirement contributions	<u>3,272,988</u>	<u>3,030,518</u>	<u>3,014,780</u>	<u>2,635,383</u>	<u>2,256,181</u>
<u>Action #2</u>					
Program Cuts from 03/04 Svc Levels	125,000	125,000	125,000	125,000	125,000
s/total -- PERS "rate relief" & \$125,000 reduction to 03/04 funding levels (1.75%)	<u>3,397,988</u>	<u>3,155,518</u>	<u>3,139,780</u>	<u>2,760,383</u>	<u>2,381,181</u>
<u>Action #3</u>					
New local revenue tax generator				180,900	186,327
s/total -- PERS "rate relief" & \$125,000 reduction & new local taxes	<u>3,397,988</u>	<u>3,155,518</u>	<u>3,139,780</u>	<u>2,941,283</u>	<u>2,567,508</u>
<u>Action #4</u>					
Administrative Reorganization				65,922	67,241
s/total -- PERS "rate relief" & \$125,000 reduction & new local taxes & administrative reorganization	<u>3,397,988</u>	<u>3,155,518</u>	<u>3,139,780</u>	<u>3,007,205</u>	<u>2,634,748</u>
<u>Action #5</u>					
COL Suspension(s)				93,073	94,934
s/total -- PERS "rate relief" & \$125,000 reduction & new local taxes & administrative reorganization & COL suspensions	<u>3,397,988</u>	<u>3,155,518</u>	<u>3,139,780</u>	<u>3,100,278</u>	<u>2,729,682</u>

note-1

Sales Tax Growth = 3% annually & Property Tax Growth = 6% annually

note-2

Health insurance premium increases 18% (year 1) and 4% (years 2, 3, 4, & 5)

note-3

Salary COL @ 2% (minimum of contract range)

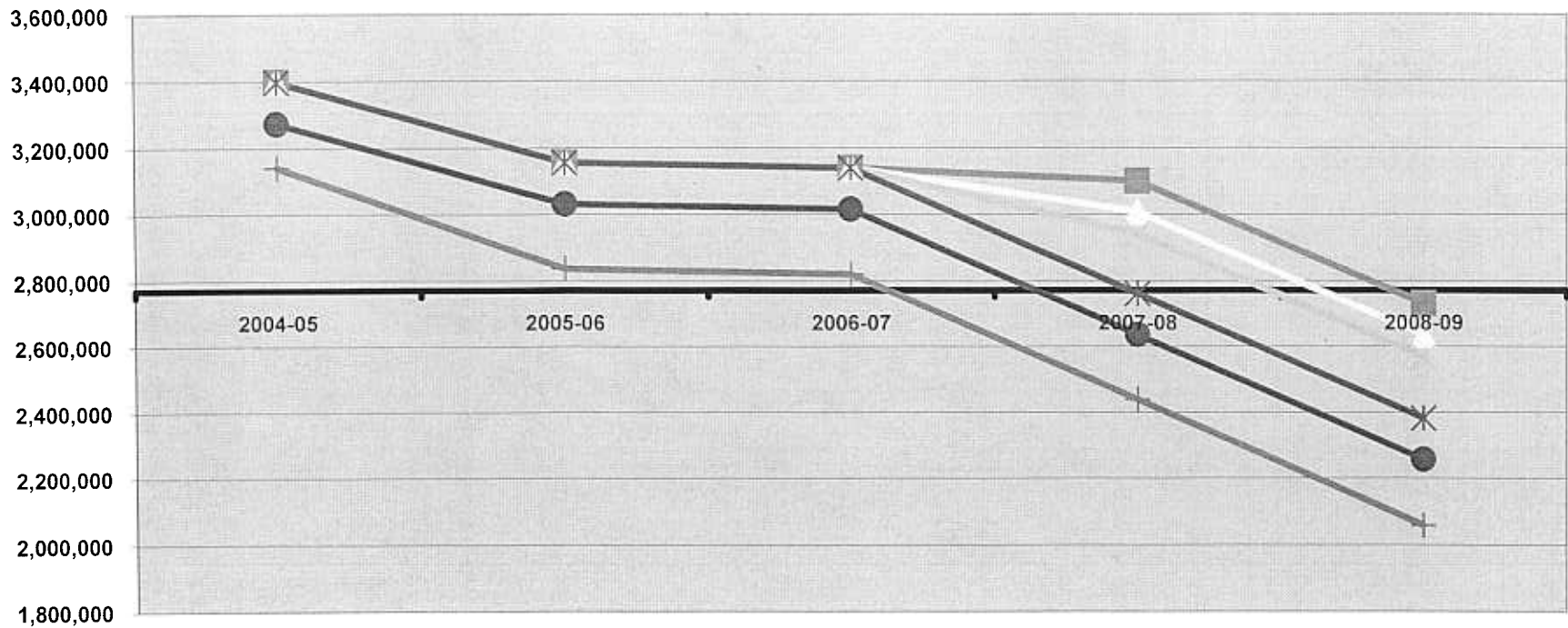
note-4

Unfreeze APD positions in FY 2005-06 (Detective) & FY 2007-08 (Lieutenant)

note-5

Add new (major) local tax revenue generator starting FY 2007-08

City of Auburn - General Fund Fiscal Forecast



- CalPERS Rate Relief and expenditure reductions & new taxes & admin. reorganization & COL suspensions
- ◆ CalPERS Rate Relief and expenditure reductions & new local taxes & administrative reorganization
- ✕ CalPERS Rate Relief and expenditure reductions & new local taxes
- * CalPERS Rate Relief and expenditure reductions (\$125,000 off of FY 2003-04)
- CalPERS Rate Relief only
- + cash available July 1st (no action)